

Mandatory Redemption Form

Including instructions for completion of the Mandatory Redemption Form for BCHetc - ETC Group Physical Bitcoin Cash, ISIN DE000A3GTBU5.

Last update: 7 December 2022

INSTRUCTIONS - MANDATORY REDEMPTION FORM

Should the BCHetc - ETC Group Physical Bitcoin Cash Bondholder wish to receive USD, it is not necessary to complete the **Mandatory Redemption Form**. The Issuer will redeem the Bonds and distribute USD without requiring any further information from the Bondholder.

In order to receive BCH, Bondholders will be required to, within a twenty-day period after the Mandatory Redemption Notice (i) submit this duly completed Mandatory Redemption Form (obtainable from the Website) including any documents requested in such form for identity verification; and (ii) transfer their Bonds to the Issuance Account free of payment.

If a Bondholder fails to perform (i) or (ii) within a twenty-day period after the Mandatory Redemption Notice has been published, the Issuer will treat the relevant Bondholder as prevented from receiving units of the Cryptocurrency for legal or regulatory reasons and redeem the relevant Bonds in USD.

Instructions

1. Complete and send the relevant **Mandatory Redemption Form** via email to redemptions@etc-group.com. Please complete this form carefully and fully, including notarization and (where required) apostilling, together with PDF copies of all required documentation. Required documentation can be found in the Appendix of this document.
2. Include on the email a copy of the digital wallet that is able to be copied electronically. This is to validate against the blockchain ID provided on the **Mandatory Redemption Form**.
3. The Issuer will review your documents and may request additional information if required. Once you receive confirmation from the Issuer via email³ that your **Mandatory Redemption Form** has been processed successfully, please make sure you:
 - a) Transfer the Bonds (or instruct your broker or bank to do so) to the Issuance Account Free of Payment (FoP) using the following settlement instructions:

Germany	REAG Caceis Bank (BIC FMBKDEMMXXX)
Clearstream Banking Frankfurt	BUYER Baader Bank AG (BIC BDWBDEMMXXX)
DAKV2013000	BUYER Acc. 68007585
T2S party level 1: FMBKDEMMXXX	T2S SAC: DAKV2013000
	In favor of account 1101541004

- b) Send the confirmation of Bonds transfer to redemptions@etc-group.com specifying Bonds ISIN (DE000A3GTBU5), number of Bonds to be redeemed, trade and value dates.

Once the Issuer has received and processed your (i) documentation, (ii) Bonds to be redeemed, the Issuer will notify the Bondholder via email that the transfer of the redemption proceeds in cryptocurrency will be effected to the Bondholder's receiving wallet address as indicated on the Mandatory Redemption Form. The redemption proceeds in cryptocurrency in accordance with the terms and conditions of the Bonds will be advised at a later date once known.



MANDATORY REDEMPTION FORM (CRYPTO REDEMPTION)

1. Redemption Unique Identifier (RUID)¹

B	C	H	R	D	D	M	M	Y	Y	A	B	C
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2. Bondholder Information²

(a) Legal entity

Entity name	
Company registration number	
Entity LEI code	
Registered office address line 1	
Registered office address line 2	
Postal code	City
Country	Phone
Email address	
Name of director (or equivalent manager)	
Director's contact Email address	
Director's phone number	

(b) Private individual

Last name	
First name	
Other given names	
Date of birth (DD/MM/YYYY)	Country of birth
Country of Citizenship	Passport number
Country of issue	Passport expiry date
Current Address line 1	
Current Address line 2	
Postal code	City
Country	Phone
Email address	

¹ Instructions for completion: The first three boxes have been pre-filled with "BCH" for BCHetc - ETC Group Physical Bitcoin Cash. Fill the remaining boxes with the current date in the format DD MM YY + the three initial letters of the Bondholder's surname or company name, as applicable. Please include this RUID as a reference during any communications with the Issuer (eg. subject line of emails) and - where applicable - as transfer reference for your FoP transfer of Securities to the Issuer's securities account.

² Instructions for completion: Complete only one section (a) where the Bondholder is a legal entity, or section (b) for a private individual.



3. Bonds to be redeemed

ISIN	D	E	0	0	0	A	3	G	T	B	U	5
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NUMBER OF BONDS ³	
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4. Settlement digital wallet (or Blockchain wallet address)⁴

RECEIVING WALLET ADDRESS	
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DISCLAIMER: Provided that redemption proceeds are transferred to the receiving wallet address indicated above, the Issuer will not be liable for any loss incurred by a Bondholder where such proceeds are not received by the Bondholder, including without limitation because the Bondholder has incorrectly identified the wallet, or the security of the wallet has been compromised.

5. Signature

By signing this Mandatory Redemption Form, the undersigned hereby confirms that I/we have read the relevant Prospectus or Base Prospectus and fully understand the Terms and Conditions and/or the Final Terms of the Bonds, and requests that the Issuer cancel the Bonds once transferred to the Issuer by the Bondholder. If signing on behalf of a legal entity, the undersigned hereby certifies that I have authority to do so and execution of this form by way of my signature is lawful and legally binding for the legal entity in question, and not in violation of any restrictions imposed by law, regulation or articles/bylaws applicable to such legal entity.

I/we are not a UCITS investor (please see Redemption Information Document for further details)
(Please tick to confirm)

I/we acknowledge and consent to the processing of personal data as part of this redemption request (please see <https://etc-group.com/privacy/> for further details about how we collect, use and store your personal data in this case)
(Please tick to confirm)

Name _____ Date (DD/MM/YYYY) ____/____/____

Signature _____

Notarized by _____

³ A requirement for successful redemption is that the units as per number of Bonds specified above are transferred irrevocably to the Issuance Account. Should the number of units actually transferred to the Issuance Account fall short of the number specified in the box above, only the number of units actually transferred shall be deemed exercised. Should the number of units transferred to the Issuance Account exceed the number of units specified in the box above, the difference will be transferred back to the Bondholder.

⁴ Blockchain wallet address to which the Issuer shall transfer the redemption proceeds in cryptocurrency (Please use the font `Courier New` if enter the information electronically, or send a statement with your digital wallet address to redemptions@etc-group.com)



APPENDIX – Required Document to Verify Investor Identity

In case an investor is a private individual:

- A) Private individual bondholders:
 - Passport copy or national ID.
 - Securities deposit account statement from which the transfer to the Issuer shall be effected. Such statement shall show the balance of at least the number of Bonds to be redeemed; or
 - Transfer confirmation stating that the Bonds to be redeemed have been transferred to the Issuance Account as per 3(a) above (unless already shown on the securities deposit account statement).
 - Notarization of the Mandatory Redemption Form.

- B) German Legal entity bondholders: Passport copy or national ID of the person signing the Mandatory Redemption Form.
 - Statement from the registry (Handelsregister-Auszug).
 - Confirmation that the person signing the Mandatory Redemption Form is authorised to act on behalf of the company (Power of attorney or register of directors in case of the signatory being the director or one of the directors of the company).
 - Securities deposit account statement from which the transfer to the Issuer shall be effected. Such statement shall show the balance of at least the number of Bonds to be redeemed; or
 - Transfer confirmation stating that the Bonds to be redeemed have been transferred to the Issuance Account as per Instruction 3(a) above (unless already shown on the securities deposit account statement).

- C) Legal entity bondholders outside of Germany: Certificate of Incorporation;
 - Proof of registered address (Certificate of registered address/utility bill not older than 3 months, or similar document showing proof of the entity's registered address);
 - Organizational chart showing UBO's and respective percentage of ownership;

Note: A UBO (Ultimate beneficial owner) is a natural person(s) who ultimately – directly or indirectly owns or controls more than 25 percent of the ownership, interests or voting rights in the company, and/or exerts control of the company by means other than share capital or votes. In cases where no individual holding 25% of the shares or more can be identified, the person of significant control needs to be disclosed, in most cases such person being the managing director of the shareholding entity. For more information, please contact redemptions@etc-group.com.

- Register of Shares (Certificate of Shareholders) of the company, and for each legal entity through which a UBO is exercising control or asserting economic rights (showing all natural UBO's); and
- Register of authorized representatives, signatories and/or directors of the company;
- Passport copies of all UBOs;
- Proof of address in form of utility bill or bank statement (not older than 3 months) of all UBOs;
- Securities deposit account statement from which the transfer to the Issuer shall be effected. Such statement shall show the balance of at least the number of Bonds to be redeemed; or
- Transfer confirmation stating that the Bonds to be redeemed have been transferred to the Issuance Account as per Instruction 3(b) above (unless already shown on the securities deposit account statement); and

Note: In case the person acting as signatory of the relevant Mandatory Redemption Form is not named on the above register, a notarized power of attorney authorizing such person needs to be provided.

CDD/AML documentation is a pre-requisite for any investor before the redemption order can be processed.



FAQ

Do I need a digital wallet?

If you elect to redeem Bonds directly with the Issuer, you will need to have your own digital wallet. The Mandatory Redemption Form will require you to tell us this wallet information in order to process your redemption.

Is there a minimum redemption amount?

In case of redemption directly with the Issuer, you can redeem for as little as one unit of Security, but not less.

How do I determine the amount of cryptocurrency I will receive?

The Issuer will do this for you. The way it is calculated is that each unit of a Security represents an investor's claim to an amount of the Cryptocurrency Entitlement ("CE"). Initially (at date of issue, 1st September 2021) the CE of the Bond was 0.01 Bitcoin Cash per Bond at launch, but it then diminishes at a yearly rate of 1.95% (accrued daily), which represents the management fee of the Issuer.

How long does it take to redeem my Bonds with the Issuer?

Before the actual redemption and exchange process can start, we need to perform CDD/AML checks. Confirmation of a valid redemption request follows the completion of these checks. Additionally, your Bonds must be returned to the Issuer before the redemption request as a whole can be validated. This process could take 1-2 weeks depending on how quickly you are able to return your Bonds and complete the identification process. Once the Mandatory Redemption Form has been fully validated, redemption of the Bonds and transfer of the cryptocurrency to your digital wallet will be effected as soon as practicable, but under all circumstances within the time-frame of a normal settlement/transfer cycle of the cryptocurrency on its relevant blockchain network plus 30 days.

How will the redemption and exchange of Bonds for cryptocurrency be taxed?

You must get your own advice on specific tax circumstances, including VAT, stamp duty, capital gains, etc. The Issuer does not advise on any action based on its opinions stated within this document, and we recommend seeking tax advice from a professional in the relevant jurisdiction.

